

## **Program D: Gaming Enforcement**

Program Authorization: R.S. 4:166.5; R.S. 33:4861 et seq.; Act 752 of 1986; Act 443 of 1987; Act 767 of 1990; Act 753 of 1991; Act 1154 of 1995

### **Program Description**

The mission of the Gaming Enforcement Program is to ensure the safety and security of the people in the state through enforcement, education, and provision of other essential public safety services. The Gaming Enforcement Program is committed to the emphatic regulation and control of statutorily authorized gaming entities in conjunction with the Louisiana Gaming Control Board. The regulation and enforcement of criminal laws promote the health, safety and welfare by safeguarding the people of this state against corrupt and dishonest practices.

The goal of the Gaming Enforcement Program is to maintain the integrity of the gaming industry.

The Gaming Enforcement Program has the following activities: Video Gaming Division, Riverboat Gaming Division, Land-Based Casino Division, and Indian Gaming Division.

The Video Gaming Division is responsible for regulating, licensing, rulemaking, investigating, and revenue collecting with regard to legal gaming using computerized video draw poker devices.

The Riverboat Gaming Division regulates the games of chance on riverboats throughout Louisiana. The division's responsibilities, in conjunction with the Gaming Control Board, include licensing the boats' owners and employees; monitoring the integrity of the games of chance; overseeing internal security controls; auditing the licensees' financial books, and ensuring compliance with all rules and regulations.

The Land-Based Casino Division regulates the games of chance at the only authorized non-Indian Land-Based Casino. The division's responsibilities are the same as those of the Riverboat Gaming Division.

The Indian Gaming Division is charged with preventing organized crime and other criminal elements from infiltrating and corrupting games of chance on Indian land. Signed tribal compacts empower the Indian Gaming Division to regulate the gaming industry on Indian reservations. The division oversees the gaming operations, which requires it to approve all types of games, approve the rules of play, certify all gaming employees, certify all casino vendors, and enforce criminal statutes on the gaming floor.

## RESOURCE ALLOCATION FOR THE PROGRAM

	ACTUAL 2000-2001	ACT 12 2001-2002	EXISTING 2001-2002	CONTINUATION 2002-2003	RECOMMENDED 2002-2003	RECOMMENDED OVER/(UNDER) EXISTING
MEANS OF FINANCING:						
STATE GENERAL FUND (Direct)	\$0	\$0	\$0	\$400,810	\$404,836	\$404,836
STATE GENERAL FUND BY:						
Interagency Transfers	0	0	0	6,741	0	0
Fees & Self-gen. Revenues	3,470,851	2,342,373	2,402,690	1,752,690	1,759,329	(643,361)
Statutory Dedications	11,509,944	15,269,050	15,314,068	15,759,544	15,648,345	334,277
Interim Emergency Board	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
TOTAL MEANS OF FINANCING	<b>\$14,980,795</b>	<b>\$17,611,423</b>	<b>\$17,716,758</b>	<b>\$17,919,785</b>	<b>\$17,812,510</b>	<b>\$95,752</b>
EXPENDITURES & REQUEST:						
Salaries	\$10,637,341	\$11,001,586	\$11,273,910	\$11,575,114	\$11,300,613	\$26,703
Other Compensation	36,116	77,917	77,917	77,917	77,917	0
Related Benefits	1,125,964	1,124,835	1,371,399	1,386,761	1,644,972	273,573
Total Operating Expenses	1,848,610	2,867,896	2,907,877	2,968,097	2,903,071	(4,806)
Professional Services	108,920	249,035	249,035	255,012	249,035	0
Total Other Charges	280,141	1,421,210	867,147	887,129	867,147	0
Total Acq. & Major Repairs	943,703	868,944	969,473	769,755	769,755	(199,718)
TOTAL EXPENDITURES AND REQUEST	<b>\$14,980,795</b>	<b>\$17,611,423</b>	<b>\$17,716,758</b>	<b>\$17,919,785</b>	<b>\$17,812,510</b>	<b>\$95,752</b>
AUTHORIZED FULL-TIME						
EQUIVALENTS: Classified	293	293	291	291	290	(1)
Unclassified	2	0	2	2	2	0
<b>TOTAL</b>	<b>295</b>	<b>293</b>	<b>293</b>	<b>293</b>	<b>292</b>	<b>(1)</b>

## SOURCE OF FUNDING

This program is funded with State General Fund, Interagency Transfers, Fees and Self-generated Revenues and Statutory Dedications. The Interagency Transfers are from the Gaming Control Board for work related to the New Orleans Land Casino. The Fees and Self-generated Revenues are from the Indian Casinos Regulatory Unit. The Statutory Dedications are derived from the Riverboat Gaming Enforcement Fund (R.S. 27:92) and the Video Draw Poker Device Fund (R.S. 27:312). Per R.S. 39:36B.(8), see table below for a listing of expenditures out of each statutory dedicated fund.

	<b>ACTUAL</b>	<b>ACT 12</b>	<b>EXISTING</b>	<b>CONTINUATION</b>	<b>RECOMMENDED</b>	<b>RECOMMENDED</b>
	<b>2000-2001</b>	<b>2001-2002</b>	<b>2001-2002</b>	<b>2002-2003</b>	<b>2002-2003</b>	<b>OVER/(UNDER)</b>
						<b>EXISTING</b>
Riverboat Gaming Enforcement Fund	\$8,983,071	\$12,742,177	\$12,787,195	\$13,232,671	\$12,671,472	(\$115,723)
Video Draw Poker Device Fund	\$2,526,873	\$2,526,873	\$2,526,873	\$2,526,873	\$2,526,873	\$0

## MAJOR FINANCIAL CHANGES

GENERAL FUND	TOTAL	T.O.	DESCRIPTION
\$0	\$17,611,423	293	ACT 12 FISCAL YEAR 2001-2002
			BA-7 TRANSACTIONS:
\$0	\$105,335	0	Carry forward funding for vehicles and recorders
\$0	\$17,716,758	293	EXISTING OPERATING BUDGET - December 20, 2001
\$0	\$160,995	0	Annualization of FY 2001-2002 Classified State Employees Merit Increase
\$0	\$148,932	0	Classified State Employees Merit Increases for FY 2002-2003
\$0	\$769,755	0	Acquisitions & Major Repairs
\$0	(\$868,944)	0	Non-Recurring Acquisitions & Major Repairs
\$0	(\$105,335)	0	Non-Recurring Carry Forwards
\$0	\$24,770	0	Salary Base Adjustment
\$0	(\$41,060)	(1)	Gubernatorial Position Reduction
\$0	(\$404,836)	0	Attrition Adjustment
\$0	\$6,639	0	Training series
\$404,836	\$404,836	0	Restoration of attrition
\$404,836	\$17,812,510	292	TOTAL RECOMMENDED
\$0	(\$450,000)	0	LESS GOVERNOR'S SUPPLEMENTARY RECOMMENDATIONS
\$404,836	\$17,362,510	292	BASE EXECUTIVE BUDGET FISCAL YEAR 2002-2003

## MAJOR FINANCIAL CHANGES

GENERAL FUND	TOTAL	T.O.	DESCRIPTION
			SUPPLEMENTARY RECOMMENDATIONS CONTINGENT UPON RECOGNITION BY THE REVENUE ESTIMATING CONFERENCE OF ADDITIONAL REVENUE FROM THE PARI-MUTUEL LIVE RACING FACILITY GAMING CONTROL FUND:
\$0	\$450,000	0	Racetrack slot machine enforcement. This supplementary recommendation is contingent on recognition by the Revenue Estimating Conference of revenue for the Pari-mutuel Live Racing Facility Gaming Control Fund. This supplementary recommendation represents 2.5% of the total budget recommendation (\$17,812,510) for the Gaming Enforcement Program.
\$0	\$450,000	0	<b>TOTAL SUPPLEMENTARY RECOMMENDATIONS CONTINGENT UPON RECOGNITION BY THE REVENUE ESTIMATING CONFERENCE OF ADDITIONAL REVENUE FROM THE PARI-MUTUEL LIVE RACING FACILITY GAMING CONTROL FUND</b>
<b>\$404,836</b>	<b>\$17,812,510</b>	<b>292</b>	<b>GRAND TOTAL RECOMMENDED</b>

## PROFESSIONAL SERVICES

\$163,000	Lab testing services for electronic gaming devices and computer consultant
\$52,105	Fees for specialized attorneys (e.g. bankruptcy, gaming)
\$33,930	Medical and psychological testing and counseling for troopers
<b>\$249,035</b>	<b>TOTAL PROFESSIONAL SERVICES</b>

**OTHER CHARGES**

\$195,918	In-service training
\$346,773	Investigative expense
\$155,240	Witness fees
\$91,720	Provides for enforcement expenditures relative to the pari-mutuel live racing slots

**\$789,651 SUB-TOTAL OTHER CHARGES**

**Interagency Transfers:**

\$47,796	Transferred to Management & Finance for dues and subscriptions
\$30,000	Salaries and related benefits for attorneys in Attorney General's Office working on electronic video bingo and Indian casino gaming cases

**\$77,496 SUB-TOTAL INTERAGENCY TRANSFERS**

**\$867,147 TOTAL OTHER CHARGES**

## **ACQUISITIONS AND MAJOR REPAIRS**

\$769,755 Replacement vehicles (35)

**\$769,755 TOTAL ACQUISITIONS AND MAJOR REPAIRS**